TENNESSEE DEPARTMENT OF ENVIRONMENT AND CONSERVATION BUREAU OF ENVIRONMENT DIVISION OF AIR POLLUTION CONTROL WILLIAM R. SNODGRASS TENNESSEE TOWER 312 ROSA L. PARKS AVENUE, 15TH FLOOR NASHVILLE, TN 37243

August 29, 2014

CERTIFIED MAIL 7011 0110 0000 4004 9558
RETURN RECEIPT REQUESTED

IN THE MATTER OF:

Murphy Oil USA, Inc.

ORDER NO. 25

dba Murphy Oil USA #8700

200 East Peach Street

El Dorado, AR 71730

(94-0355-01)

Variance Request Granted

On July 17, 2014 (with August 29, 2014 update), Murphy Oil USA #8700 requested a variance from Stage II Vapor Recovery requirements of the Tennessee Air Pollution Control Regulations (TAPCR) for a gasoline dispensing facility (GDF) in Williamson County. TAPCR Chapter 1200-03-18-.24(3)(c) applies to Stage II Vapor Recovery Standards for Gasoline Storage Vessels and Dispensing Equipment, 1200-03-18.24(4)(b) – Test methods, 1200-03-18.24(5)(a)3(ii) – Notification, Recordkeeping & Reporting requirements and 1200-03-18.24(6) Compliance Demonstration Testing.

The Technical Secretary has investigated the requested variance and finds that the board has the authority under T.C.A. § 68-201-118 to grant variances. The Technical Secretary recommends the variance be granted with such requirements and restrictions as the Board may deem appropriate and reasonable.

Therefore, in accordance with the authority of the Board to grant variances pursuant to T.C.A. § 68-201-118, the Board grants this variance for Murphy Oil USA #8700 with the following stipulations:

- During the time period of this variance, the requirements of Rules 1200-03-18-.24(3)(c) of the Tennessee Air Pollution Control Regulations shall not be applicable to the Murphy Oil USA #8700 facility. Murphy Oil USA #8700 must comply with all other state and federal air pollution regulations applicable to this GDF.
- 2. Based upon this request Murphy Oil USA #8700, must undergo either construction as defined in 40 CFR §60.2 or reconstruction as defined in 40 CFR §60.15.
- 3. This variance shall become effective on August 29, 2014
- 4. The term of this variance shall be good for a period of one year; expiring on August 29, 2015 or upon revisions to Rules 1200-03-18-.24(3)(c) of the Tennessee Air Pollution Control Regulations adopted by the Tennessee Air Pollution Control Board becoming state effective, whichever comes first.
- 5. This variance shall apply only to Murphy Oil USA #8700 located on 3028 Belshire Village Drive, Spring Hill, TN 37174 (Williamson County) and is not transferable from one GDF to another GDF.

- 6. Division Rule 1200-03-09-.01(1)(a) states that no person shall begin construction of a new air contaminant source or modification of an air contaminant source in Tennessee without first having applied for and received a construction permit from the Technical Secretary. A permit to construct shall be issued in accordance with the following criteria:
 - a. Complete and mail the enclosed permit application forms APC 100 and APC 114 (instructions are enclosed) to the Division of Air Pollution Control, William R. Snodgrass Tennessee Tower, 312 Rosa L. Parks Avenue, 15th Floor, Nashville, TN 37243. To expedite the processing of your permit application, please submit the requested information as soon as possible, but not later than 180 calendar days from the date you receive this application notice. After the 180-day time period has elapsed, any fees submitted are forfeited and all construction permits are denied.
 - b. The responsible official (Brad Weinischke) for an air contaminant source is required by Rule 1200-03-26-.02 of the Tennessee Air Pollution Control Regulations to pay a construction permit application filing/processing fee. The fee cannot be determined until the requested information is submitted.

It is our intent to pursue rulemaking to remove the requirements to have Stage II Vapor Recovery. Be advised however, if the Board does not elect to delete the requirements of Stage II Vapor Recovery, your company would ultimately need to:

- Retrofit Murphy Oil USA #8700 (GDF) to comply with Stage II Vapor Recovery requirements in Chapter 18 of the Tennessee Air Pollution Control Regulations. Or
- 2. Make a second request for another variance prior to expiration of this variance, citing the reasons that warrant the renewal of the variance.

Please note carefully the stipulations set forth in this variance. Having determined that this variance is proper and lawful, it is entered and approved by the Board on the (August 29, 2014), pursuant to the authority granted by Board Order 13–007. If you have any questions concerning this correspondence, please contact Mr. Will Collins at (615) 532-9198.

Designee of the Air Pollution Control Board